

AN ORDINANCE 100106

AUTHORIZING THE INTERIM CITY MANAGER OR HIS DESIGNEE TO PURCHASE A LAYERED INSURANCE PROGRAM FOR COMMERCIAL PROPERTY INSURANCE, INCLUDING BOILER AND MACHINERY COVERAGE, FOR CITY-OWNED AND LEASED BUILDINGS, CONTENTS, AND EQUIPMENT WITH ALLIANZ INSURANCE COMPANY AND RSUI INDEMNITY COMPANY, THROUGH MCGRUFF, SEIBELS & WILLIAMS OF TEXAS, INC., THE CITY'S BROKER OF RECORD, FOR A FOURTEEN (14) MONTH PERIOD BEGINNING DECEMBER 31, 2004 AND ENDING FEBRUARY 28, 2006, AT A TOTAL COMBINED COST OF \$1,091,271.00.

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WHEREAS, Commercial Property Insurance provides coverage for physical damage and business interruption to the City's real and personal property; and

WHEREAS, Boiler & Machinery Insurance provides coverage for direct and indirect damage to City property arising from a sudden and accidental breakdown to any of our boiler or machinery equipment, and provides business interruption coverage for losses caused by boiler and machinery claims; and

WHEREAS, the previous policies authorized by Ordinance No. 98597 will expire on December 31, 2004, so new policies are needed to continue this kind of coverage; and

WHEREAS, McGriff, Seibels & Williams of Texas, Inc. ("McGriff"), the City of San Antonio's ("City") broker of record, evaluated proposals received pursuant to a Request for Proposals soliciting commercial property and boiler and machinery insurance, and recommend placing the coverage with Allianz Insurance Company and purchasing the excess layer of insurance coverage through RSUI Indemnity Company, at a total combined cost of \$1,091,271.00; **NOW THEREFORE:**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Manager, or his designee, is hereby authorized to purchase a layered insurance program for Commercial Property Insurance, including Boiler and Machinery Coverage, from Allianz Insurance Company and RSUI Indemnity Company, through McGriff, Seibels & Williams of Texas, Inc., the City's broker of record, at a cost of \$1,091,271.00 for a fourteen month period beginning on December 31, 2004, and ending on February 28, 2006.



SECTION 2. The amount of \$1,091,271.00 will be encumbered in Fund 75-001000, Insurance Reserve Program, in Fund Center 1009010000, Cost Center 100901 001, G/L Account 5402600 and is to be made payable to McGriff, Seibels & Williams of Texas, Inc., the City's Broker of Record. The policies are for a 14 month period beginning December 31, 2004 and ending February 28, 2006.

Inc., the City's Broker of Record. The policies are for a 14 month period beginning December 31, 2004 and ending February 28, 2006.

SECTION 3. The financial allocations in this Ordinance are subject to approval by the Director of Finance, City of San Antonio. The Director, may subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific Cost Centers and Fund Numbers as necessary to carry out the purpose of this Ordinance.

SECTION 4. This ordinance shall take effect on December 19, 2004.

PASSED AND APPROVED this 9th day of December, 2004.


M A Y O R
 EDWARD D. GARZA

ATTEST:


City Clerk

APPROVED AS TO FORM:


City Attorney